

## State of Utah

## Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

March 12, 2007

Mr. William L. Bown Bonneville Quarries, Inc. 842 West 400 North West Bountiful, Utah 84087

Subject: Reclamation Surety Requirement, Bonneville Quarries, Inc., Green Beetle, S/003/017, Box Elder County, Utah

Dear Mr. Bown:

As you are aware, the Utah Division of Oil Gas and Mining now requires a reclamation surety for all mining operations within the State, regardless of size. Existing operations were to have provided this surety by December 8, 2006.

Due to a pending transfer of the Green Beetle Operation, the Division granted a time extension until February 15, 2007, to provide the completed transfer and for the transferee to provide the requisite surety. To date, we have not received the transfer forms or the surety.

At this time, we are requiring that you provide the reclamation surety of \$18,600 by April 12, 2007 along with a reclamation contract. This requirement does not preclude you from transferring the operation to another party in the future, and at such time as the transfer is approved and a new surety is in place, the Division can release your surety. However, as current permittee, you are the responsible party for providing the reclamation surety. Please note, continued mining operations prior to having a surety in place may result in the Division taking enforcement action.

Please contact Beth Ericksen (801) 538-5318 or email at <a href="mailto:bethericksen@utah.gov">bethericksen@utah.gov</a> for surety and reclamation contract forms. If you have any questions regarding this letter, please contact me at (801) 538-5325 or Lynn Kunzler at 538-5310.

Sincerely,

Daron Haddock Permit Supervisor

2. Haddock

DH:lk:pb

cc: Beth Ericksen DOGM

P:\GROUPS\MINERALS\WP\M003-BoxElder\S0030017-GreenBeetle\final\suretyrequired-03122007.doc